

1636 West North Temple • Salt Lake City, UT 84116 • 801-533-6071

April 6, 1983

Scott M. Matheson, Governor
Temple A. Reynolds, Executive Director

Dee C. Hansen, State Engineer

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APR 2 3 1983

Mr. Mark R. Welch
Ranchers Exploration and
Development Corporation
1776 Montano Road, N.W.
P.O. Box 6217
Albuquerque, New Mexico 87197

Dear Mr. Welch:

RE: Escalante Silver Mine

This letter will serve as official notice from this office that your request for the expansion of the above mentioned tailings dam has been granted. Those conditions in my original approval of the Phase I Construction dated January 14, 1981 will still apply to the construction with the exception of item 9.

Our working relationship in the past has been very satisfactory, and we appreciate your willingness to continue with the same. Please coordinate all efforts with our Cedar City Area Office, as well as the office here in Salt Lake City.

Sincerely,

Dee C. Hansen, P.E. State Engineer

DCH/RLM/cm

cc: Gerald Stoker,

Cedar City Area Engineer

cc: Division of Oil, Gas and Mining

cc: Calvin K. Sudweeks
Executive Secretary
Department of Health
150 West North Temple

Salt Lake City, Utah 84110

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